

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

School Text Books - Academic Year 2013-14 - Procurement of Inset Paper by AP
Government Text Book Press - Administrative Sanction - Orders - Issued.

School Education, (PE-Prog-2) Department

GORt No.

Date: 01-03-2013

Read the following:-

1. Govt. Memo #18489/PE-Prog.II/ A1/2012, dated 1-10-2012,
2. GORtNo. 725 Education (SE-C&TBP) Dept dt: 27-9-2008.
3. G.O.Rt.No.608, Edu(PE-Prog.II) Department, dt:18-10-2012.
4. G.O.Rt.No.785, Edu(PE-Prog.II) Department, dt:10-12-2012.
5. From the Director, APGTBP, Hyd, Rc.No.6509/P2/2012, 16.2.2013.

ORDER

1. Introduction:

- A. In the reference first read above, the Director Andhra Pradesh Government Text Book Printing Press (APGTBP) was permitted, to proceed with the usual tender process for procurement of paper and printing services to print text books for the Academic Year 2013-14.
- B. Earlier, in 2008, the State Level Tender Committee for printing of text books (SLTC) was constituted, vide the order second read, to oversee the procurement process for printing of text books.
- C. Standards for printing of text books were specified in the orders third and fourth read.
- D. The Director APGTBP has informed, in the reference fifth read, that open tenders were called for procurement of inset papers for printing of text books for the academic year 2013-14. The State Level Tender Committee, after a series of meetings held on 1-2-2013, 6-2-2013 and 12-2-2013 identified suppliers and finalized rates for supply of SS Maplitho Paper 70 GSM within and outside AP.
- E. The Director has further reported that the total requirement of surface sized SS Maplitho Paper (SSMLP) 70 GSM is worked out to 20,058 MTs, based on the requirement of text books indented by the C&DSE.

2. Estimation of quantity of inset paper required for printing of text books for the academic year 2013-14:

- A. The Director, APGTBP, has estimated the quantity of 70 GSM S.S. Maplitho paper reels, at 18058MTs for printing operations inside AP

and another 2000MTs for printers outside AP. Thus the total requirement of inset paper for printing of text books for the academic year 2013-14 is estimated at 20,058MTs.

B. The Director APGTBP has informed that the SLTC has recommended to utilise the following ground balance of paper stock available with the APGTBP.

- i. 540 MTs of 80 gsm SS Maplitho equivalent to 473MTs of 70 gsm SS Maplitho.
- ii. 345 MTs of 70 gsm SS Maplitho, and
- iii. 247 MTs of 60 gsm paper equivalent to 288 MTs of 70 gsm paper. The SLTC has opined that this paper can be used for printing of text books, and the quality will be reasonably good. The quality in any case will be comparable to the quality of sale component text books. However, there will be perceptible difference in quality between 70 gsm paper based text books and the ones printed on 60 gsm paper. Since the quantity of paper available, is small, the Committee has requested C&DSE to identify separable components of some text books that can be printed on 60 gsm paper, so as to liquidate the available stock. Since there is reduction in thickness of inset paper specified in the order third read above, the Director has sought specific approval of Govt. for this purpose.
- iv. Thus the equivalent reduction in fresh procurement of 70 gsm SS Maplitho works out to 1106MTs (473+345+288=1106).

C. Hence, the net quantity of fresh procurement of 70 gsm SS Maplitho paper for the academic year 2013-14 is estimated at 18,952MTs (20058-1106=18952).

3. Selection of Suppliers:

A. The Director has reported that the following paper suppliers have been selected and rates for supply of 70 GSM SS Maplitho paper reels inside AP has been arrived at, as per the recommendations of the SLTC.

Sl	Supplier	Without TBP watermark/UVF	With TBP watermark/UVF
1	Delta Paper Mills	Rs.51,700	Rs.52,300
2	Tamil Nadu Paper Mills (TNPL)	Rs.51,778	Rs.52,778

The above rates are per Metric Tone (MT) including transportation and cost of delivery to printers to be designated by APGTBP. TNPL's manufacturing process does not allow for watermarks. Hence, in their case, the rates are without Ultra Violet Fibre (UVF) or with UVF. In case of Delta, "without TBP watermark" means that the manufacturer will incorporate their standard 'D' as the water mark. With water mark for this paper mill means that they will incorporate APGTBP watermark.

B. The Director has also reported that, considering the time boundness of the text book printing programme, the SLTC has authorized him to immediately order for 40% of the requirement, so that the process is

kick started without further loss of time. Accordingly he has gone ahead with procurement of 40% requirement.

C. The Director, APGTBP has further informed that the following two suppliers have been identified to procure inset papers for printing outside AP. The effective rates for various locations have been computed on the basis of their quotations of paper cost and transportation charges.

- i. Tamil Nadu Paper Mills (TNPL): Salem ₹51,814/MT; Bengaluru ₹52,316/MT; Chennai ₹52,414/MT; Belgaum ₹53,115/MT, and Kolhapur ₹53,452/MT.
- ii. Shreyans Industries Ltd.: Raipur ₹53,250/MT; Nagpur ₹53,500/MT; Bhopal ₹53,750; New Delhi, Mathura, & Jhansi ₹54,250/MT.

4. Estimation of cost of inset paper for printing operations:

A. The Director APGTBP has adopted the following principles to estimate the cost of procurement of inset papers for printing of text books for the academic year 2013-14.

- i. Delta Paper Mills can supply a maximum of 5000 MTs within 90 days.
- ii. TNPL have offered to supply the entire requirement within 90 days.
- iii. Delta Paper Mills' cost is lower than that of TNPL by Rs.478/- per MT.
- iv. Hence, first exhaust Delta's capacity and order remaining quantity with TNPL.
- v. The effective rates for supply of papers to outside AP locations varies. Hence estimate weighted sum of paper cost by applying the location specific rates to probable requirement in the respective places.

B. Accordingly, the cost of inset paper (70 gsm SS Maplitho) for printing of text books for the academic year 2013-14 has been estimated at Rs.99,80,38,756/- (Rupees Ninety Nine Crore Eighty Lakh Thirty Eight Thousand Seven Hundred Fifty Six Only).

5. Administrative Sanctions:

A. Government, after careful consideration accord administrative sanction for an amount of Rs.99,80,38,756/- (Rupees Ninety Nine Crore Eighty Lakh Thirty Eight Thousand Seven Hundred Fifty Six Only) towards procurement of 70 gsm surface sized maplitho paper for printing of school text books for the academic year 2013-14.

B. The expenditure is debitable to the following head of account:

Major Head	:	2202 General Education
Sub Major Head	:	02 Secondary Education
Minor Head	:	106 Text Books
Sub Head	:	05 A.P.Govt.Text Book Press
Detailed Head	:	210 Materials and supplies
Sub Detailed Head	:	211 Supplies and Materials

- C. Government approve the recommendation of the SLTC for utilization of existing stock of 80, 70 and 60 gsm paper as per details at para 2(B) above.
- D. Government ratify the action of the Director, APGTBP in placing orders for 40% of the estimated requirement of inset papers, in accordance with recommendation of the SLTC and in view of the time bound nature of the text book printing operations.

6. Interdepartmental Consultations:

- A. This order issues with the concurrence of the Finance department vide their UO No 4934/127/ESE/2013 dated 27-02-2013.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. Prasanta Mahapatra
Principal Secretary to Government (Primary Education)

To:

1. The Director, AP Government Text Book Press, Mint Compound, Khairatabad, Hyderabad, AP500063.
2. The Commissioner & Director of School Education, Beside Telephone Bhavan, Saifabad, Hyderabad, AP500004.
3. The Director of Treasuries & Accts Dept, 4th Floor, Insurance Building, Tilak Road (Abids), Hyd, AP500001; Fax:24751863;
4. The Pay & Accounts Officer, Insurance Building 1st Floor, Tilak Road, Hyderabad, AP500001. Fax: 24754842

Copy to: Finance (ESE) Department, Sf/Sc

//Forwarded: By Order//

Section Officer